

## LOWER PAXTON TOWNSHIP AUTHORITY

### Minutes of Special Business Meeting held March 23, 2004

A special business meeting of the Lower Paxton Township Authority was called to order at 6:04 p.m. by Chairman William B. Hawk on the above date in the Lower Paxton Township Municipal Building, 425 Prince Street, Harrisburg, Pennsylvania.

Board members present in addition to Mr. Hawk were William C. Seeds, Sr., Gary A. Crissman, and David A. Blain.

Also in attendance were George Wolfe, Township Manager; Donna G. Speakman, Finance Director; Joe Sutor, Public Works Director; Daniel Bair, Police Chief/Public Safety Director; William Weaver, Sewer Department Director, Steve Stine, Township Solicitor; and Thomas Smida; of Mette, Evans and Woodside.

### **Pledge of Allegiance**

Mr. Seeds led the recitation of the Pledge of Allegiance.

### **Public Comment**

There was no public comment.

### **New Business**

#### Action on the Subsidy Agreement between the Township and the Authority in regards to 2004 Bonds issued by the Township for sanitary sewer projects

Mr. Hawk noted that the Board of Supervisors would take action on a Subsidy Agreement between the Township and the Township Authority (Authority) regarding 2004 Bonds issued to fund the sanitary sewer projects. Mr. Hawk introduced Mr. Smida; of Mette, Evans and Woodside.

Mr. Smida distributed an updated version of the Subsidy Agreement. He noted that there was a typographical error on the previous version, incorrectly citing the principal amount of the

2004 Bonds. He explained that this resolution approves the financing from the respect of the Authority. He explained that the series of 1999 Bonds were used in part to refund part of the 1996 Bonds, which were used for sewer upgrades and the Friendship Community Center. He explained that a portion of those bonds are still in existence and technically this is the second refunding for them. He noted that the debt needs to be qualified as a subsidized debt, and that a subsidy agreement between the Township and the Authority is needed to complete this. He noted that the Authority would pledge that it would take a portion of its revenue to be used to subsidize a portion of the Township's 2004 Bonds that are being refunded. He noted that the resolution sets forth the authorization of the Authority to enter into the subsidy agreement, approves the terms of the funding project as a whole, and authorizes the appropriate officers to take such action as necessary to put this plan into effect.

Mr. Smida explained that the Subsidy Agreement, in final form, has not been approved by the insurer and the trustee, but the resolution would be used to authorize the ultimate execution of the bonds.

Mr. Crissman questioned where the mistake was in the first copy distributed to the Board of Supervisors. Mr. Smida noted that the mistake was on page two, the fourth full paragraph. It stated that the aggregate principal amount for the 2004 Bonds was \$8,000,000 and it should have read \$8,675,000.

Mr. Stine questioned who the Secretary for the Authority was. Mr. Wolfe answered that Mr. Hornung was the Secretary for the Authority. Mr. Hawk noted that Mr. Hornung was absent from the meeting. Ms. Speakman questioned if there was an Assistant Secretary. Mr. Wolfe answered that there is no assistant. Mr. Stine advised that an Assistant Secretary could be appointed by the Board of Supervisors.

Mr. Crissman made a motion to approve Resolution 2004-01 authorizing the approval of the Subsidy Agreement between the Township of Lower Paxton, authorizing and approving proper officer of the Authority to take all other proper action necessary to complete actions contemplated by this resolution. Mr. Blain seconded the motion. Mr. Seeds questioned when the bonds would be paid. Mr. Smida answered that the new bonds would be paid off in 2021. He explained that a portion of the debt that the Authority had would be paid off on May 15, 2011. Mr. Smida explained that this is not an extension, but an identical agreement to the 1999 Bonds. Mr. Hawk called for a voice vote; all members voted aye. The motion was carried unanimously.

Mr. Hawk made a motion to appoint Mr. Crissman as the Assistant Secretary for the Sewer Authority. Mr. Blain seconded the motion. Mr. Hawk called for a voice vote; all members voted aye. The motion was carried unanimously.

### **Adjournment**

There being no further business, Mr. Crissman made a motion to adjourn the meeting. Mr. Blain seconded the motion and the meeting adjourned at 6:10 p.m.

Respectfully submitted,

William L. Hornung  
Secretary